

FARMERS & MERCHANTS BANCSHARES, INC.

	CPP Disbursement Date 03/06/2009	RSSD (Holding Company) 1134881	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev	
Assets	\$544	\$543	-0.2%	
Loans	\$441	\$417	-5.6%	
Construction & development	\$94	\$67	-28.3%	
Closed-end 1-4 family residential	\$33	\$35	6.4%	
Home equity	\$0	\$0		
Credit card	\$0	\$0		
Other consumer	\$9	\$9	1.4%	
Commercial & Industrial	\$95	\$92	-3.1%	
Commercial real estate	\$174	\$173	-0.8%	
Unused commitments	\$71	\$49	-31.5%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$7	\$6	-12.9%	
Asset-backed securities	\$0	\$0		
Other securities	\$2	\$10	410.5%	
Cash & balances due	\$54	\$66	21.5%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$481	\$479	-0.5%	
Deposits	\$479	\$477	-0.6%	
Total other borrowings	\$0	\$0		
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$63	\$64	1.3%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$7	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	8.3%	8.4%	--	
Tier 1 risk based capital ratio	9.8%	10.5%	--	
Total risk based capital ratio	10.9%	11.8%	--	
Return on equity ¹	-6.3%	-3.4%	--	
Return on assets ¹	-0.7%	-0.4%	--	
Net interest margin ¹	4.1%	4.6%	--	
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	78.6%	117.2%	--	
Loss provision to net charge-offs (qtr)	465.8%	137.2%	--	
Net charge-offs to average loans and leases ¹	0.6%	1.2%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010
Construction & development	1.9%	0.2%	0.7%	1.3%
Closed-end 1-4 family residential	5.0%	0.0%	0.0%	0.1%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.6%	0.0%	0.0%	0.4%
Commercial & Industrial	2.3%	1.4%	0.0%	0.0%
Commercial real estate	0.0%	0.9%	0.0%	0.1%
Total loans	1.5%	1.3%	0.2%	0.3%